

FISCAL NOTE

SB 2416

December 9, 2005

SUMMARY OF BILL: Excludes any member of the General Assembly or Governor from retaining group health insurance if convicted in any state or federal court of a felony arising out of that official's employment or official capacity, constituting malfeasance in office.

ESTIMATED FISCAL IMPACT:

Other Fiscal Impact – To the extent one member of the General Assembly or a Governor is convicted of a felony, and this individual is of average age, with an average life expectancy, state expenditures could decrease by an amount estimated to exceed \$500,000 over the individual's remaining life (an average of at least \$20,000 per year for 25 years).

Assumptions:

- Average age for members of the General Assembly is fifty-five (55).
- Life expectancy for members of the General Assembly is eighty (80) years.
- Annual premium for group health insurance for family coverage in 2006 is approximately \$9,600.00 (premium approximately \$800.00 per month).
- Six percent (6%) annual growth in premium levels.
- The future value of monthly insurance premiums paid by the state over a twenty-five year period, assuming 6% annual growth, would be approximately \$554,400.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

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